CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

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COUNTRY	Hungary	REPORT		
SUBJECT	Massed Produced Metal Goods	DATE DISTR.	14 December 1954	
	Works in Budapest	NO. OF PAGES	5	
DATE OF INFO.		REQUIREMENT NO.	RD	25 X
PLACE ACQUIRED		REFERENCES	25.74	
	This is UNEVALUATED		25X1	
		/21 C	RITICAL SECURITY REASONS?	
	THE SOURCE EVALUATIONS IN THIS	REPORT ARE DEFINITIVE.	TO THE THE PARTY OF	

1. The Mass Produced Metal Goods Works, Femtomegcikk Muvek, formerly Krolupper) is located at Monori utca 1 - 3, Budapest X. The site is situated south of Kobanyai ut of which Monori utca is a side street. To the east of the factory there are dwellings. To the west there is a railroad line connecting the Budapest East Station with Ferencearos Freight Station.

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2. Production.

- a. Range of products:
 - (1) A variety of mass-produced articles made of sheet iron, for instance toys, gadgets for the household, spirit lamps, etc.
 - (2) Stick hand grenades, having body encased in sheet iron, and with wooden handle. (All components of the grenades are produced in the works).
- b. Current production:

Quantities are not known. In 1952 and 1953 hardly any other products apart from hand grenades were being manufactured.

c. Past production

Production in former years was much smaller, but not concentrated on that of hand grenades as has been the case in 1952 - 1953.

d. Production priorities:

Hand grenades.

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Materials.

Identities of sources:

Plate

Borsodnådasd Sheet Mill

Wire

Salgotarjan Steel Goods Factory

- (1) For the mass-produced lines of manufacture only reject material or second and third quality material is supplied.
- (2) Material destined for armaments production, however, is of better quality and is carefully checked by the quality inspectors delegated by the Ministry of Defense.

Destinations:

As far as is known, the works has only internal consignees; for the stick grenades its sole customer is the Hungarian Army.

Transport.

All transport for incoming and outgoing goods is by truck.

Power.

- a. Only electric power is used.
- Power is supplied from the national grid.

Labor.

- The number of employees is between 800 and 900, about half of whom are females.
- Work is in three shifts of 8 hours each.
- Of the manual workers about two-thirds consist of casual labor. The office staff and technical personnel are of low efficiency and their number is insufficient. The reason for the low level of efficiency is the rapidity of the plant's recent growth (production has doubled).
- The employees have their homes in the Kobanya district, at Vecses, Ullo and Monor.
- e. Employees come to work either by railroad or streetcar.

Machinery.

The plant equipment consists of:

140 - 150 machine tools of small size, including the following: -

40 - 45 presses.

20 - 25 grinding machines. 10 - 15 lathes.

15 - 20 boring machines.

10 - 15 milling machines

8 - 10 planing machines.

Several turret lathes.

l oxydizing installation.

1 heat treating installation.

All the machine tools are old and in bad condition.

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- b. Vital machine tools lacking are presses.
- c. The measuring instruments available are only of a simple type.
- d. Internal handling and transport are by man lower and pushcarts.
- Quality and quantity control.
 - a. Control of efficiency is identical to that at the Csepel Automobile Works.
 - b. The quality control organization consists of 65 inspectors, mainly females.

10. Bottlenecks.

- a. Bottlenecks in the past were caused by the following:
 - (1) Lack of space.
 - (2) Shortage of labor.
 - (3) Poor condition of machine tools and frequent breakdowns of same.
- b. Bottlenecks adversely affecting production in 1953 were caused by the following:
 - (1) Lack of space. Despite the fact that a new building (No. 8 in sketch) were erected in 1951 52, the floor-space is so crammed that there is not sufficient room between the machine tools for stacking and moving materials.
 - (2) Lack of presses.
 - (3) Frequent breakdown of machine tools.
- c. A serious bottleneck can be expected to occur as a result of a further deterioration of the presses, which are in very bad condition and of which there are too few.
- d. A serious bottleneck could be artifically created by cutting the power supply and/or by damaging the machine tools.

11. Security

- a. There is no armed guard.
- b. The most vulnerable portion of the plant is the pressing machines, because the majority of components are stampings. Consequently the elimination of these machines would cripple production.

12. Organization.

- a. The organization of the concern is identical to that of the Csepel Automobile Works.
- b. The concern is subordinate to the Directorate for Mass-Produced Goods Manufacture in the Ministry of Metallurgy and Machine Industry.

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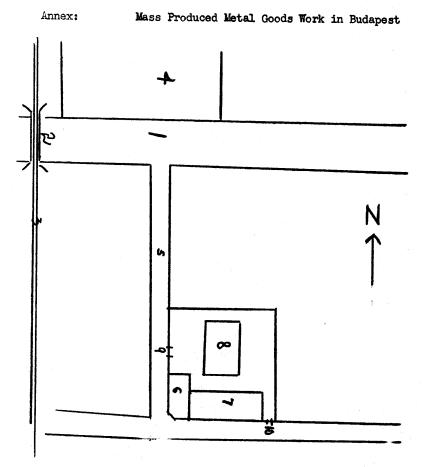
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13. Layout.

Legend to sketch showing location of plant and disposition of principal buildings:

- 1. Köbanya-ut.
- 2. Railroad Viaduct.
- 3. Railroad Line.
- 4. Timber yard.
- 5. Monori-utca.
- 6. Offices
- 7. Plant (shops).
- 8. New building (sheps).
- 9. & 10. Entrances for vehicles.



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